

CORRECTED FISCAL MEMORANDUM SB 1585 – HB 2070

June 6, 2007

SUMMARY OF AMENDMENT (005073): Permits a child of a teacher residing outside the state to attend a school within the school district where the nonresident teacher is employed at no tuition charge, pursuant to board policy.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Expenditures - \$331,000/FY08-09

Increase Local Govt. Expenditures* - \$747,000/FY07-08
\$416,000/FY08-09

**Article II, Section 24 of the Tennessee Constitution provides that: no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

On April 5, 2007, we issued a fiscal memorandum for this bill as amended with the following estimated fiscal impact:

Unchanged from original fiscal note.

Based on additional information, the fiscal impact of this bill as amended is estimated as follows:

(CORRECTED)

Increase State Expenditures – Not Significant

Increase Local Govt. Expenditures – Not Significant

Assumptions applied to amendment:

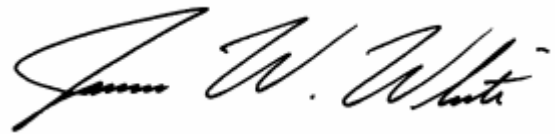
- Since nonresident students are not included in the Average Daily Membership (ADM) for the BEP formula, the impact to the state is estimated to be not significant.
- For each nonresident student enrolled in a Tennessee school, the LEA could experience an additional cost. However, any cost to LEAs would be dependent upon the number of nonresident students who would be

allowed to attend a Tennessee school without payment of tuition, pursuant to board policy.

- The cost to local governments is estimated to be not significant since the number of such nonresident students who would attend any one LEA is estimated to be small.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" and last name "White" clearly legible, and "W." in the middle.

James W. White, Executive Director

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